CBS AND GENERAL SEEK SETTLEMENT IN LIBEL LAWSUIT

LAWYERS IN NEGOTIATION

Both Sides in Westmoreland Case Say Talks Progress Outside the Courtroom

By M.A. FARBER

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Lawyers for Gen. William C. Westmillion libel suit against the network.

Under the terms of a proposed settle- the sources said, was noncommittal. ment discussed yesterday, CBS would General Westmoreland.

The parties, according to legal the appropriate forum for deciding who men, was "\$500,000 in the hole." was right in the case. And CBS would by the general.

'The talks are very far along," a lawyer familiar with the negotiations, who asked not to be identified, said last the suit could come this week.

Judge Informed of Talks

"The question," said another lawver in the case who also asked not to be identified, "was whether either party, and whether the country, would be better off with a verdict against CBS or a verdict against General Westmoreland. Some things, once aired and explained, are better left to the judgment of history."

The negotiations came after 18 weeks of testimony by 36 witnesses in Federal District Court in Manhattan and only a week before the case - which is believed to have cost at least \$7 million to 59 million - was scheduled to go to the jury. Judge Pierre N. Leval was informed last night of the talks and was to meet with 'he lawyers at 11 this morning.

The discussion was apparently initiated last week b. Dan M. Burt, General Westmoreland's principal lawyer, in the case, as is Samuel A. Adams, a Mr. Burt — who has decribed the docu. former Central Intelligence Agency mentary as "a powerful work of fic analyst who was a paid consultant for tion" - declined to comment yesterday, as did David M. Boies, the chief Adams have already testified; Mr. lawver for CRS Mr. Roies had de Wallace was scheduled to take the lawyer for CBS. Mr. Boies had defended the broadcast as being true.

Foundation In the Red

Senior CBS executives, including Edward M. Joyce, the president of CBS News, and Van Gordon Sauter, the executive vice president of the CBS broadcast group, could not be reached last night. General Westmoreland, who commanded United States forces in Vietnam from January 1964 to June 1968, was also unavailable.

Mr. Burt, according to legal sources, approached Mr. Boies several weeks ago and asked whether, if General Westmoreland abandoned his suit, CBS would insist that he pay the network's moreland and CBS have opened talks court costs for depositions, trial tranaimed at settling the general's \$120- scripts and other items, which could amount to \$200,000 or more. Mr. Boies,

The costs of pursuing the case for not disawow the 1982 documentary on General Westmoreland — about \$3.25 the Vietnam War that is the basis of the million since the suit was filed in Sepsuit, and would not pay any money to tember 1982 - have been borne by the Washington-based Capitol Legal Founsources on both sides of the case, would dation, of which Mr. Burt is president. issue a joint statement saying they now Mr. Burt said recently that the foundaagreed that "the court of public opinion," rather than a court of law, was conservative foundations and business-

On Friday morning, the sources said, not demand payment of any court costs Mr. Burt had breakfast with George Vradenburg 3d, the general counsel for CBS. Mr. Vradenburg indicated that CBS would not seek court costs from General Westmoreland — who could be night. He said a formal withdrawal of held personally liable for them. And on clusion in the order of battle at a high Saturday, wider-ranging talks designed to settle the case were undertak-

> missed before trial began last Oct. 9, raised a number of issues relating to press freedom and to the conduct of the war, particularly in the year before the enemy's Tet offensive of January 1968.

> The suit stemmed from a CBS Reports documentary titled "The Uncounted Enemy: A Vietnam Deception," produced by George Crile and narrated by Mike Wallace.

Wallace Was Due to Testify

Both men are individual defendants the broadcast. Mr. Crile and Mr. stand tomorrow or Wednesday.

The documentary charged that General Westmoreland's command had engaged in a "conspiracy" in 1967 to show

progress in the war by understating the size and nature of the North Vietnamese and Vietcong enemy. As a result of this "conscious effort," it said, Presi-dent Johnson and American troops, as well as the public, were left "totally un-prepared" for the Tet offensive.

The broadcast said that, for political and public relations reasons, General Westmoreland imposed an "arbitrary ceiling" of 300,000 on reports of enemy strength, mainly by removing the parttime self-defense forces from the official listing of enemy troops and refus-ing to allow inclusion of their current number in a special intelligence estimate for the President in November 1967

The documentary also asserted that the command had "systematically blocked" reports from its officers of high infiltration in the five months before the Tet attack, and had attempted to "cover up" after the offensive by altering historical data on enemy strength.

'Insignificant Militarily'

In nine days of testimony last fall, General Westmoreland denied he had acted improperly and defended his stewardship of American troops. He said he had deleted the self-defense forces - newly estimated in 1967 at 120,000, a 50,000 increase - because he had come to believe that they were insignificant militarily and that their innumber would only mislead Washington and the press.

The 70-year-old general, who retired in 1972 after serving as Army Chief of Staff, also said he was unaware of infil-The highly publicized case, which Staff, also said he was unaware of infil-CBS did not succeed in having distration of a greater magnitude than was reported by his command or of any

Continued

attempt to tamper with figures on enemy strength after the Tet offensive.

General Westmoreland contended that the program — whose thesis of military deception had been advanced publicly by Mr. Adams for more than a decade — had defamed him by saying he had lied to President Johnson and the Joint Chiefs of Staff. He did not sue over the question of whether he or his command had deceived Congress, the public or the press, which CBS said was basically "the message" of the broadcast.

To prevail in his suit — General Westmoreland said he would give any award he received to charity — the plaintiff had to prove not only that the documentary was false but that CBS knew it was false or acted with "reckless disregard" for the truth.

Shortly after the trial began, Judge Leval said the issue in the case was not whether General Westmoreland's command was "right or wrong" in its reports of enemy strength but whether the general had "attempted to deceive" his superiors.

Twice last month the judge reminded the jury that the broadcast "made accusations of dishonesty. Dishonesty," he said, "is what the case is about, not inaccuracy."

Dispute, But Not Deception

On Jan. 31, in "interim summations" that were previews of the summations the lawyers were expected to give next Monday, Mr. Burt said a 1967 disagreement over enemy strength involving the C.I.A. and the military had "all the earmarks of a very bitter dispute but not evidence of any conspiracy to deceive."

Mr. Boies told the jury that it was tions.'

"not an honest disagreement." The actions by the military, he insisted, were rightly characterized by the broadcast "as a conspiracy."

General Westmoreland called to the stand 19 witnesses, including a number of his senior military aides in Vietnam and a battery of ranking Government officials from the Johnson Administration: Walt W. Rostow, national security adviser to the President; Robert S. McNamara, Secretary of Defense; Paul H. Nitze, Deputy Secretary of Defense; Robert W. Komer, chief of the Vietnam pacification program; and George A. Carver Jr., chief of Vietnamese affairs for the C.I.A.

Virtually all of these witnesses testified that the general did not, would not — and even could not — deceive his superiors.

CBS began presenting its case on Jan. 8. Besides Mr. Adams and Mr. Crile, its witnesses included George W. Allen, a former deputy to Mr. Carver; a number of other <u>C.I.A.</u> and military intelligence analysts from 1967, and, in recent days, two key aides to General Westmoreland.

A 'Political Bombshell'

One of those aides — Maj. Gen. Joseph A. McChristian — testified that, in May 1967, General Westmoreland delayed sending a cable to Washington reporting increased strength of enemy irregulars because it would have been a "political bombshell." General McChristian, who was General Westmoreland's chief of intelligence from July 1965 to June 1967, said "it was improper not to send a strength report forward based on political considerations."